



GARY R. HERBERT  
Governor

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Lieutenant Governor

# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
Executive Director

### Division of Oil, Gas and Mining

JOHN R. BAZA  
Division Director

August 22, 2012

CERTIFIED RETURN RECEIPT  
7011 0110 0001 3568 3698

Brent Cox  
Cox's Transport, Inc.  
50 East 100 North  
Manti, Utah 84642

Subject: Review of Reclamation Surety, Cox's Transport, Quarry Mine, S/023/096, Juab County, Utah

Dear Mr. Cox:

The last surety estimate for the Quarry Mine was done in 2007 and escalated to 2010 dollars. The surety amount needs to be adjusted to account for changes in reclamation costs.

Based on average reclamation costs, the surety amount needs to be increased from \$9,800.00 to \$12,200.00. The average reclamation costs are outlined below:

### Exploration Notices

| Project Size<br>(Acres) | Surety (\$ Amount-2012)                     | Comments    |
|-------------------------|---|-------------|
| 1 or less acres         | \$7,600 (includes \$3,000 mob/demob charge) | \$7,600.00  |
| Each additional acre    | \$4,600 per acre                            | \$4,600.00  |
| Total                   |   | \$12,200.00 |

In addition, the Division has not received the annual fee for 2012. The annual permit fee is \$150.00 per year.



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Brent Cox  
S/023/0096  
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Please contact the bond coordinator, Penny Berry, at 801-538-5291 or by e mail at [penyberry@utah.gov](mailto:penyberry@utah.gov) for information about submitting the additional bond. Your current bond is in the form of certificate of deposit. You may increase the amount in the CD, or you may submit a letter of credit, a surety bond, or cash for either the increased or the full amount. Bonding forms are available on the Internet at <http://www.ogm.utah.gov/minerals/MINERALIFORMS.htm>.

As an alternative to increasing the surety amount, the reclamation liability can be decreased by reclaiming a portion of the site and amending the Notice of Intention to Commence Small Mining Operations to show the decreased acreage. If you decide to pursue this option, please contact the lead inspector Wayne Western at 801 538-5263. The Division would need to continue to hold adequate surety for the reclaimed area while vegetation is becoming established.

Please provide the additional bond and permit fees no later than October 31, 2012.

Thank you for your help in keeping the surety current. If you have any questions concerning this letter, please contact me at 801-538-5261 or Wayne Western at 801-538-5263.

Sincerely,



Paul B. Baker  
Mining Program Manager

PBB:whw:pb

cc: Jerry Mansfield, BLM  
Duane Bays, BLM

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